

# **FISCAL NOTE**

## **SB 2863 - HB 2756**

March 22, 2000

**SUMMARY OF BILL:** Authorizes the legislative bodies of local governments to provide for an adequate facility privilege tax to be imposed on any structure for which a building permit is obtained. Provides for the proceeds of such tax to be utilized for the improvement of the county's public infrastructure. Specifies that the tax may be on the cost of the building permit or on the square footage of the structure and shall be collected at the issuance of the building permit. Provides that establishment of the tax requires two-thirds vote of the local legislative body.

### **ESTIMATED FISCAL IMPACT:**

**Increase Local Govt. Revenues - Exceeds \$1,000,000 / Permissive**  
**Increase Local Govt. Expenditures - Exceeds \$100,000 / Permissive**

- to the extent local governments choose to adopt the adequate facility tax, they would experience an increase in revenues which is estimated to be significant.
- local governments would experience an increase in expenditures for computer changes, additional staff or other administrative costs to the extent the adequate facility tax, if adopted by the local government, could not be administered with existing resources.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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